VZCZCXRO6557 OO RUEHBC RUEHCN RUEHDBU RUEHDE RUEHGH RUEHKUK RUEHLH RUEHPW RUEHROV DE RUEHNE #8156/01 3391254 ZNY CCCCC ZZH O 051254Z DEC 06 FM AMEMBASSY NEW DELHI TO RUEHC/SECSTATE WASHDC IMMEDIATE 1109 INFO RUEHOO/CHINA POSTS COLLECTIVE RUCNISL/ISLAMIC COLLECTIVE RUEHBJ/AMEMBASSY BEIJING 4577 RUEHLM/AMEMBASSY COLOMBO 8026 RUEHKA/AMEMBASSY DHAKA 8095 RUEHIL/AMEMBASSY ISLAMABAD 1172 RUEHBUL/AMEMBASSY KABUL 3763 RUEHKT/AMEMBASSY KATHMANDU 8745 RUEHLO/AMEMBASSY LONDON 2167 RUEHMO/AMEMBASSY MOSCOW 0712 RUEHGO/AMEMBASSY RANGOON 1100 RUEHKO/AMEMBASSY TOKYO 4162 RUEHCI/AMCONSUL CALCUTTA 7564 RUEHCG/AMCONSUL CHENNAI 7703 RUEHKP/AMCONSUL KARACHI 6159 RUEHLH/AMCONSUL LAHORE 3320 RUEHBI/AMCONSUL MUMBAI 6900 RUEHPW/AMCONSUL PESHAWAR 3928 RUEKJCS/SECDEF WASHDC RUEAIIA/CIA WASHDC RHEHNSC/NSC WASHDC RUEIDN/DNI WASHINGTON DC RHHMUNA/CDR USPACOM HONOLULU HI RHHMUNA/HQ USPACOM HONOLULU HI RUEKJCS/JOINT STAFF WASHDC

C O N F I D E N T I A L SECTION 01 OF 02 NEW DELHI 008156

SIPDIS

SIPDIS

E.O. 12958: DECL: 12/05/2016

TAGS: PGOV PREL PINR MASS PTER KISL IN BG

SUBJECT: RUMORS ABOUT BANGLADESH; MEA CONTINUES TO DENY AID

TO BURMA

REF: NEW DELHI 8126 NEW DELHI 7870

NEW DELHI 00008156 001.2 OF 002

11. (C) SUMMARY: MEA Joint Secretary (Bangladesh, Burma Sri Lanka, Maldives) Mohan Kumar informed PolCouns that rumors are rife in Dhaka that the U.S. wants neither Sheikh Hasina, leader of the Awami League (AL), nor Khaleda Zia, head of the Bangladesh Nationalist Party (BNP), to win January's scheduled election and is actively supporting 2006 Nobel Peace Prize winner Muhammad Yunus. He also mused that the Bangladeshi elite speculate that the U.S. "fixed" the Nobel Prize for Yunus. Kumar expressed personal doubt at the possibility of the Bangladeshi military intervening to end the impasse between the two grand dames of Bangladeshi politics, but conceded Foreign Secretary Shivshankar Menon's fear that the military may become more involved in Bangladesh's political situation. Kumar noted that the GOI and U.S. were basically on the same page regarding the upcoming Bangladeshi elections, although differences relained on specifics regarding Jamaat-e-Islami (JI) involvement in the political mainstream. Kumar stressed that, "we need to make the same kind of noise regarding a credible voter list," or risk an AL boycott and election delay.

12. (C) Turning to Burma, when pressed by Polcouns, the JS insisted that he had checked with other branches of the GOI and remained firm that India is "not supplying lethal defense supplies" to the Burmese junta. Polcouns declared that Burma may be addressed by U/S Burns during his upcoming visit and recommended that the GOI be forthcoming regarding its relations with Burma in order to set the right precedent of

honest exchange between the U.S. and India. ---- Bangladesh: rumor trading ----

- ¶3. (C) In a 1 December meeting with Polcouns, the Ministry of External Affairs' Joint Secretary responsible for Bangladesh, Burma, Sri Lanka, and the Maldives, Mohan Kumar, claimed that GOI sources continue to report rumint that the U.S. is positioning 2006 Nobel Peace prize winner Muhammad Yunus to run in the upcoming Bangladeshi elections slated for January 21, 2007. According to Kumar, people in Dhaka speculate that the U.S. arranged for Yunus to win the Nobel Prize to enhance his political credentials. Although he professed that he did not subscribe to the allegations, Kumar stated that he wanted the U.S. to know that the rumors were rife in Dhaka. Polcouns declared that the GOI and U.S. hoped for the same in Bangladesh: free and credible elections without violence.
- 14. (C) When Polcouns asked Kumar about Delhi cocktail party chatter on the possibility of the Bangladeshi military intervening in the political stalemate between Hasina (AL) and Zia (BNP), Kumar commented that the upper echelons of the military were hand-picked by Zia, and he believed that they remain loyal to her. He also observed that the middle-levels of the military were fairly new and had no political role. Polcouns noted that Kumar's view was in contrast to Foreign Secretary Menon's message to DOD Under Secretary Edelman

SIPDIS

through an intermediary after their 18 November meeting that India "hopes that the USG will exercise some influence over the Bangladesh Army and urge it to stay out of the electoral fray." (Ref B) Kumar backtracked, remarking that, "the U.S. may have more influence on the Bangladeshi military, as it is a remnant of the Pakistani army."

 $\underline{\mathbf{1}}$ 5. (C) Kumar stated that the U.S. and India have great NEW DELHI 00008156 002.2 OF 002

convergence on Bangladesh policy, but the GOI was still concerned about the USG's "lack of conviction" regarding JI's links to terror. He also asserted that the GOI "does not understand" the USG view that entry into the political mainstream will moderate the JI. Further, he insisted that the U.S. was biased toward the BNP and JI and pointed out that, "the Bangladeshis are very aware of it." Polcouns reminded Kumar that A/S Boucher requested on his November visit that the GOI share intelligence on the JI, as the USG was "willing to listen." He noted that, to his knowledge, no information has been provided. He declared that Kumar's claims of bias were inaccurate.

16. (C) Focusing on the upcoming 2007 Bangladeshi elections, Kumar emphasized that the U.S. and GOI need to establish markers for election credibility and offered that the voter list was the primary problem. He noted that, "we need to make the same kind of noise on this." He observed that, "the AL may boycott the election if the issue is not resolved, and the election may not take place." Polcouns replied that he would convey the idea to Washington.

---- Burma: No arms trading ----

17. (C) Touching on Burma, Polcouns told Kumar that "a number of credible sources" pointed to past and continuing Indian military assistance to the Burmese junta. Kumar denied the reports and insisted that "no lethal defense supplies" were being sent to Burma. Polcouns reminded Kumar that, "Burma will not go away," and averred that it behooves the GOI to discuss its Burma policy openly with U/S Burns and set the right tone for the burgeoning U.S.-India relationship during his December 7 and 8 meetings with FS Menon. Kumar said that he would convey the information through the proper channels and retorted that the U.S. may be trivializing "threats to the region" when it groups Burma with rogue governments like North Korea.

---- COMMENT: Conflicting Accounts ----

18. (C) COMMENT: Kumar's confidence that the Bangladesh army will remain in its barracks during the pre-election period appears not to be shared by his boss, Foreign Secretary ShivShankar Menom. We took notice when, during the 21 November Bangladesh Armed Forces Day reception, a Bangladeshi Brigadier General studiously refrained from commenting on a Bangladesh High Commission senior staffer's observations to poloff that he feared that the army would intervene and impose military rule to stop the "two ladies" from their constant bickering and restore political stability. As for Burma, Kumar's denials ring hollow in the face of credible reports to the contrary. END COMMENT.